

Message Text

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PAGE 01 STATE 127464
ORIGIN XMB-04

INFO OCT-01 EA-12 ISO-00 EB-08 SSO-00 AID-05 L-03
COME-00 FRB-01 TRSE-00 CIAE-00 INR-10 NSAE-00
INRE-00 /044 R

DRAFTED BY XMB: G C HEIDRICH:TAS

APPROVED BY EA/K:RGRICH

XMB: C E HOUSTON

EA/K: BDPORTER

-----024460 190112Z /62

O 190036Z MAY 78

FM SECSTATE WASHDC

TO AMEMBASSY SEOUL IMMEDIATE

UNCLAS STATE 127464

PASS TO LESLIE A. WOLFE, EXIMBANK

E.O. 11652: N/A

TAGS: EFIN, KS

SUBJECT: POHANG IRON AND STEEL, CREDIT 6457 - SILICON
STEEL MILL

1. RECEIVED MAY 17 TELEX FROM ASIA PACIFIC CAPITAL CORP (APCO), CITIBANK'S HONG KONG SUBSIDIARY AND DECISION AGENT FOR SUBJECT CREDIT REQUESTING WAIVER OF THE EXCLUSION OF REVALUATION SURPLUS FROM NET WORTH IN DEBT/EQUITY CALCULATIONS ON POSCO'S AUDITED 1977 FINANCIAL STATEMENTS. APCO FAILED TO POINT OUT THAT POSCO'S 12/31/77 CURRENT RATIO FELL BELOW ONE ON ONE AS REQUIRED IN CREDIT AGREEMENT.

2. EXIMBANK'S MAY 18 TELEX TO APCO ADVISED OF YOUR PRESENCE IN KOREA AND PLANNED VISIT TO POSCO. DISCUSS UNCLASSIFIED

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THESE TWO CREDIT AGREEMENT VIOLATIONS AND FUTURE FINANCING PLANS WITH POSCO.

3. KEB IS GUARANTOR ON SUBJECT CREDIT AND ANY WAIVER WOULD REQUIRE ITS WRITTEN CONCURRENCE. VANCE

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: INDUSTRY, STEEL, CREDIT
Control Number: n/a
Copy: SINGLE
Draft Date: 19 may 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 jan 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978STATE127464
Document Source: CORE
Document Unique ID: 00
Drafter: G C HEIDRICH:TAS
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780210-0484
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780539/aaaabgxi.tel
Line Count: 60
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: a67e179a-c288-dd11-92da-001cc4696bcc
Office: ORIGIN XMB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 29 mar 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2633411
Secure: OPEN
Status: NATIVE
Subject: POHANG IRON AND STEEL, CREDIT 6457 - SILICON STEEL MILL
TAGS: EFIN, KS, APCO
To: SEOUL
Type: TE
vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/a67e179a-c288-dd11-92da-001cc4696bcc
Review Markings:
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